

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 2050 - HB 2133

February 21, 2018

SUMMARY OF BILL: Eliminates the public automobile auctioneer licensure. Authorizes a motor vehicle dealer who is licensed as an auctioneer to operate a public automobile auction.

ESTIMATED FISCAL IMPACT:

Decrease State Revenue – \$2,500/Board of Auctioneers

Pursuant to Tenn. Code Ann. § 4-29-121, all regulatory boards are required to be self-supporting over any two-year period. The Board of Auctioneers experienced a surplus of \$60,841 in FY15-16, a surplus of \$74,211 in FY16-17, and had a cumulative reserve balance of \$414,473 on June 30, 2017.

Assumptions:

- Passage of this legislation would require the Board of Auctioneers (BOA) to no longer issue licenses to the 40 public automobile auctioneers currently licensed in Tennessee.
- No longer issuing these licenses would result in a decrease in state revenue to the BOA.
- The biennial license fee is \$125.
- The total recurring decrease in state revenue is estimated to be \$2,500 [(40 x \$125) / 2-year license].
- Pursuant to Tenn. Code Ann. § 4-29-121, all regulatory boards are required to be self-supporting over any two-year period. The BOA experienced a surplus of \$60,841 in FY15-16, a surplus of \$74,211 in FY16-17, and had a cumulative reserve balance of \$414,473 on June 30, 2017.

IMPACT TO COMMERCE:

Decrease Business Expenditures – \$2,500

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Assumptions:

- This legislation is estimated to result in a recurring decrease in business expenditures of \$2,500 as a result of public automobile auctioneers no longer paying a licensure fee.
- This legislation will have no significant impact on jobs in Tennessee.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

/vlh